TO: Chief Elected Officials

WIB Chairs WIB Directors Fiscal Agents

FROM: Alan D. Degner

Commissioner

DATE: August 31, 2004

SUBJ: DWD Commissioner's Directive: 2004-10

Program Year 2004 Dislocated Worker National

Emergency Reserve Allocations

RE: Workforce Investment Act



Joseph E. Kernan, Governor Alan D. Degner, Commissioner

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Purpose

To announce an additional \$3,945,016 made available to Indiana from the Dislocated Worker National Emergency Reserve account pursuant to Section 173(e) of the Workforce Investment Act.

Rescission

N/A.

Content

The Omnibus Appropriations Act for Fiscal Year 1999 added a new subsection (e) to Workforce Investment Act (WIA) 173 (Attachment B). This subsection provides that up to \$15 million from Dislocated Workers National Emergency Reserve funds is to be made available annually to certain states. These states must receive fewer funds under the WIA Adult formula than they would have received had the Job Training Partnership Act (JTPA) Adult formula been in effect. The amount of the grants is based on the ratio of the JTPA formula allotment to the WIA allotment. Funds are available each year for grants for up to eight states with the largest ratios of JTPA exceeding WIA.

Indiana is one of the states eligible for additional Program Year 2003 funding. We have been allotted \$3,945,016. The additional funding is provided from the National Dislocated Worker National Emergency Reserve account and is to be used for Adult or Dislocated Worker services, as required by Section 173(e). See Attachment A.

Additional information is provided:

- The amount to be distributed for Adult activities and for Dislocated Workers is a State decision. In Indiana, 60% or \$2,367,010 will be allocated for Adult services and 40% or \$1,578,006 will be allocated for services to Dislocated Workers.
- States are to distribute these funds to local areas on the basis of the within state formula used by the State for each program year of funds under Section 133(b)(2)(A)

- or 133(b)(3) (for Adult activities) and/or section 133(b)(2)(B) (for Dislocated Worker activities). The data elements used to calculate the Adult and Dislocated Worker allocations in PY'03 are used to calculate the allocations for the additional funding.
- None of the funding will be held at the state level for state administration, statewide activities, rapid response activities, or any other state set-asides. Workforce investment boards may use up to 10% for local administration.
- Local areas have the same transfer authority (between Adult and Dislocated Worker activities) for these Section 173(e) funds for each year as is applicable to the WIA Title IB program, with the concurrence of the Governor. Transfer authority is up to 30% for PY'03 funds (as applicable).
- These funds will be tracked using separate fiscal accounting classification codes rather than the regular WIA Title IB Adults and Dislocated Workers funds.
- No separate participant performance reporting will be required for these funds.
 Outcomes on participants relating to these funds will be combined with Adult and/or Dislocated Worker performance measures for WIA Title IB program under existing reporting requirements.
- Workforce investment boards may expend these funds from October 1, 2004 through December 31, 2005. After grants are closed out, unexpended funds are returned to DWD.
- A grant package will be sent under separate cover to you in the near future.

Questions concerning this communication may be directed to Jennifer Biddle, Planning Analyst, at 317/232-7459 or by email at jbiddle@dwd.state.in.us.

Effective Date

October 1, 2004.

Ending Date

December 31, 2005.

Ownership

The WIA Administration Unit.

Action

Local administrators are instructed to distribute the information in this communication to appropriate staff.

Indiana Substate Allocation of Special NEG Award of \$3,945,016

Special NEG Award of \$3,945,016			
	Adult Allocation 60%	DW Allocation 40%	Total Allocation 100%
Nothwest Indiana	\$ 413,833	\$ 146,977	\$ 560,810
CWI	\$ 133,491	\$ 90,535	\$ 224,026
Northern Indiana	\$ 182,622	\$ 152,015	\$ 334,637
Northeast Indiana	\$ 311,592	\$ 210,439	\$ 522,031
TAP	\$ 58,250	\$ 73,313	\$ 131,563
North Central	\$ 103,506	\$ 73,987	\$ 177,493
Madison	\$ 30,991	\$ 40,857	\$ 71,848
East Central	\$ 127,792	\$ 70,267	\$ 198,059
Western Indiana	\$ 100,250	\$ 45,150	\$ 145,400
Circle Seven	\$ 40,517	\$ 95,093	\$ 135,610
Marion County	\$ 399,395	\$ 263,354	\$ 662,749
Southeastern	\$ 102,946	\$ 71,305	\$ 174,251
Shawnee Trace	\$ 117,129	\$ 67,453	\$ 184,582
South Central	\$ 48,861	\$ 62,311	\$ 111,172
Southwest Indiana	\$ 114,171	\$ 61,504	\$ 175,675
Southern Seven	\$ 81,664	\$ 53,446	\$ 135,110
Total:	\$ 2,367,010	\$ 1,578,006	\$ 3,945,016

Omnibus Consolidated Appropriations – Fiscal Year 1999 Public Law 105-277

Section 173 of the Workforce Investment Act of 1998 (29 USC 2918) is amended by adding at the end of the following new subsection:

- "(e) Additional Assistance. –
- (1) In General. From the amount appropriated and made available to carry out this section for any program year, the Secretary shall use not more than \$15,000,000 to make grants to not more than 8 States to provide employment and training activities under section 134, in accordance with subtitle B.
- (2) Eligible States. the Secretary shall make a grant under paragraph (1) to a State for a program year if
 - (A) (i) the amount of the allotment that would be made to the State for the program year under the formula specified in section 202(a) of the Job Training Partnership Act, as in effect on July 1, 1998; is greater than
 - (ii) the amount of the allotment that would be made to the State for the program year under the formula specified in section 132(b)(1)(B); and
 - (B) the State is 1 of the 8 States with the greatest quotient obtained by dividing
 - (i) the amount described in subparagraph (A)(i); by
 - (ii) the amount described in subparagraph (A)(ii).
- (3) Amount of Grants. Subject to paragraph (1), the amount of the grant made under paragraph (1) to a State for a program year shall be based on the difference between
 - (A) the amount of the allotment that would be made to the State for the program year under the formula specified in section 202(a) of the Job Training Partnership Act, as in effect on July 1, 1998; and
 - (B) the amount of the allotment that would be made to the State for the program year under the formula specified in section 132(b)(1)(B).
- (4) Allocation of Funds. A State that receives a grant under paragraph (1) for a program year
 - (A) shall allocate funds made available through the grant on the basis of the formula used by the State to allocate funds within the State for that program year under
 - (i) paragraph (2)(A) or (3) of section 133(b); or
 - (ii) paragraph (2)(B) of section 133(b); and
- (B) shall use the funds in the same manner as the State uses other funds allocated under the appropriate paragraph of section 133(b)."